

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department – Establishment of International Leather Complex at Krishnapatnam, Nellore District – Sanction for an amount of Rs.10.00 crores to LIDCAP for Development of Infrastructure for Establishment of International Leather Complex at Krishnapatnam, Nellore District - Orders – Issued.

INDUSTRIES & COMMERCE (SSI) DEPARTMENT

G.O.Rt.No. 181

Dated:18-03-2010

Read the following:-

- 1) G.O.Ms..No.138, Ind. & Com. (SSI) Dept.,, dt:06.06.2008
- 2) From the VC & MD, LIDCAP, Hyderabad, Lr.No.LIDCAP/P&C/1-4/ 2002-03, VOL.VII, dt:10.09.2009
- 3) From the VC & MD, LIDCAP, Hyderabad, Lr.No.LIDCAP/P&C/P&C/ILC-IIDF/2009, dt:14.12.2009
- 4) G.O.Rt.No.697, Finance (Expr.I&C) Dept., Dt:22.02.2010

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ORDER:

The Vice Chairman & Managing Director, Leather Industries Development Corporation of Andhra Pradesh Limited (LIDCAP), Hyderabad, in the reference 2nd read above, has stated that in the ref. 1st read above, Government have approved for the establishment of International Leather Complex at Krishnapatnam, Nellore District in an extent of 412.41 acres of land and appointed Andhra Pradesh Industrial Infrastructure Corporation, Hyderabad as the developer for the project with a total outlay of Rs.194.01 crores, of which Rs.30 crores will be as Govt. of India grant and Rs.50 crores will be from Industrial Infrastructure Development Funds for development of infrastructure and the balance of Rs.114.01 crores through a Special Purpose Vehicle in which LIDCAP will be a member, Government of India's grant of Rs.30.00 crores to be received by LIDCAP will be treated as equity of LIDCAP in the Project.

2. The Vice Chairman & Managing Director, LIDCAP Limited, Hyderabad, has also stated that the 'Special Purpose Vehicle' has been formed in the name and the style of "Krishnapatnam International Leather Complex Private Limited" and that the same has been registered with the Registrar of Companies on 19.8.2008. Further, the Govt. of India has sanctioned Rs.29.00 crores as one time grant and already released part of the grant to the extent of Rs.15.00 crores to LIDCAP. The Andhra Pradesh Industrial Infrastructure Corporation, Hyderabad, who is the developer of the project, has already taken up the laying of connectivity roads, bridges for which LIDCAP has already deposited an amount of Rs.9.50 crores to Andhra Pradesh Industrial Infrastructure Corporation.

3. The Vice Chairman & Managing Director, LIDCAP Limited, Hyderabad, has stated that the Government of India emphasized the need to complete International Leather Complex project within the stipulated period of 2 years. The immediate requirement of the project is establishment of Common Effluent Treatment Plant, power connection, internal roads, providing water from the desalination plant of Krishnapatnam Port Company Limited and expenditure for marine outfall etc.

4. The Vice Chairman & Managing Director, LIDCAP Limited, Hyderabad, has requested the Govt. for sanction of an amount of Rs.10.00 crores initially from Industrial Infrastructure Development funds as per the G.O.Ms.No.138, Ind. & Com. (SSI) Dept., dt:6.6.2008 to LIDCAP for Development of Infrastructure for Establishment of International Leather Complex at Krishnapatnam, Nellore District.

(p.t.o)

5. Government after careful examination of the proposal of the Vice Chairman & Managing Director, LIDCAP Limited, Hyderabad, hereby sanction and release an amount of Rs.10.00 crores (Ten crores only) to LIDCAP as additional funds in relaxation of Treasury Control Orders by obtaining Supplementary Grants from the B.E.2009-10 for Development of Infrastructure for Establishment of International Leather Complex at Krishnapatnam, Nellore District.

6. The expenditure sanctioned in para-5 above shall be debited to the following head of account:

4860	–	Capital Outlay on Consumer Industries
03	–	Leather
190	–	Investments in Public Sector and Other Undertakings –
11	–	Normal State Plan
SH(04)	–	Investments in LIDCAP
540	–	Investments

7. The Commissioner of Industries, Hyderabad, is authorized to draw the amount sanctioned in para-5 above by way of detailed voucher bill in favour of LIDCAP Limited, Hyderabad and handover it under proper acknowledgement.

8. The Commissioner of Industries, Hyderabad, is requested to send necessary proposals for obtaining Supplementary Grants to the Finance (BG-III) Department immediately for inclusion in S.E. 2009-10.

9. The Vice Chairman & Managing Director, LIDCAP Limited, Hyderabad, is directed to incur the expenditure for the purpose for which it is sanctioned.

10. This order issues with the concurrence of Finance (Expr.I&C) Dept., vide their U.O.No.34802/583/Expr.I&C/10, dt:23.2.2010 and also in pursuance of B.R.O issued by them, vide G.O.Rt.No.697, Finance (Expr.I&C) Dept., dt:22.2.2010

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

J.C.SHARMA
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Industries, A.P., Hyderabad.

The Vice Chairman & Manager Director, LIDCAP, Hyderabad.

The Pay and Accounts Officer, A.P., Hyderabad.

The Director of Treasuries & Accounts, A.P., Hyderabad.

The Accountant General (A&E), A.P., Hyderabad.

The Principal Accountant General (Audit-I), A.P., Hyderabad.

The Accountant General (Audit-II), A.P., Hyderabad.

Copy to:

The Finance (B.G) Deptt./ The Finance (Expr.I&C) Department.

The P.S. to Secretary to Govt., Industries & Commerce Department.

SF/SC

//FORWARDED::BY ORDER//

SECTION OFFICER